

FY 2013 Preliminary Budget

Red Clay Consolidated
School District

September 19, 2012

Recommendation to the Board of Education

Jill M. Floore, CFO

Budget Development Process

- Review FY12 budget to actual
 - Ending balance \$23.8M
- Develop assumptions based on information and estimates
 - Final State Budget
 - State budget returned in Educational Sustainment Fund; (previous cuts approximatley \$5.3M; included Tax Relief, Flexibility Block Grant, Resource Teachers)
 - 10% Transportation cut remains
 - 1.5% Pension Increase
 - State 1% Salary Increase
 - Federal Funds/State Fiscal Stabilization
 - Final Year for One-Time Federal Stimulus Relief; SFSF expired 9/30/11 and EdJobs expires 9/30/12)
 - Needs-Based Funding fully implemented in FY12
 - Funding priorities
 - Strategic plan/operational needs
 - Enrollment
 - Carry Over allowances; budget overages

FY12 Budget vs. Actual highlights

Revenues: 103.22% of Projected Revenues

-State revenues \$5.1M higher due to increase in Division I Salary for Needs-Based Funding

Expenditures: 98.3% of Projected Expenditures

Carry forward balance \$20,504,534

FY 2013 Tax Rates

Tax Category	2012-2013 Rates	2011-2012 Rates	Difference	Local Tax Rate Dollar Value
Current Expense	\$1.226	\$1.226	\$0.000	\$61,670,669
Tuition	\$0.242	\$0.272	(\$0.030)	\$12,366,653
Debt Service	\$0.136	\$0.141	(\$0.005)	\$6,949,854
Minor Cap.	\$0.028	\$0.023	\$0.005	\$1,430,852
TOTAL	\$1.632	\$1.662	(\$0.030)	\$82,418,029

Includes both residential and non-residential properties.

Assumes 99% collection rate

Per \$100 of assessed value

FY 2013 Operating Budget Summary

	FY2012 Final Budget	FY13 Prelim Budget	FY13 Prelim Budget vs FY12 Final	% change
Total Local Revenues	58,594,743	57,648,918	(1,173,128)	-1.61%
Opening Balance - 8000	23,817,643	20,504,534	(3,313,109)	-13.91%
Total Local Funds Available	\$82,412,386	78,153,452	(4,486,237)	-5.17%
Total State Revenue	<u>100,196,977</u>	<u>108,734,588</u>	<u>8,537,611</u>	8.52%
Total Stimulus - EdJobs	3,439,514	3,298,076	(141,438)	-4.11%
TOTAL CURRENT YEAR REVENUE	162,231,234	169,681,582	7,450,347	4.59%
Revenue Available with Local Carry-Forward	\$186,048,877	\$190,186,116	4,137,238	2.22%
TOTAL EXPENDITURES - Division 32	\$165,925,443	\$174,000,172	\$8,074,729	4.87%
Current Year Revenues/Expenses	(3,694,208)	(4,318,590)	(\$624,382)	16.90%
Carry-Forward Balance (local funds)	20,123,435	16,185,944	(3,937,491)	-19.57%

FY2012 Preliminary Budget - Revenues

- Local
 - Current Expense Tax Receipts \$283,760
 - FY12 Choice Income \$254,208
 - Charter school payments (\$1,513,016)
 - Opening balance \$20,504,534;
 - Total local revenues \$78,153,452 (-5.17% from FY12 Budget)
- State
 - Division I \$5,386,667
 - Educational Sustainment Fund \$3,251,376
 - Transportation \$281,366
 - School Improvement (\$209,374)
 - Related Services (\$269,689)
 - Anticipates cashing in 0 academic excellence units
 - Total State Revenues \$108,734,588 (8.52% from FY12 Budget)

FY13 Preliminary Budget Expenditures

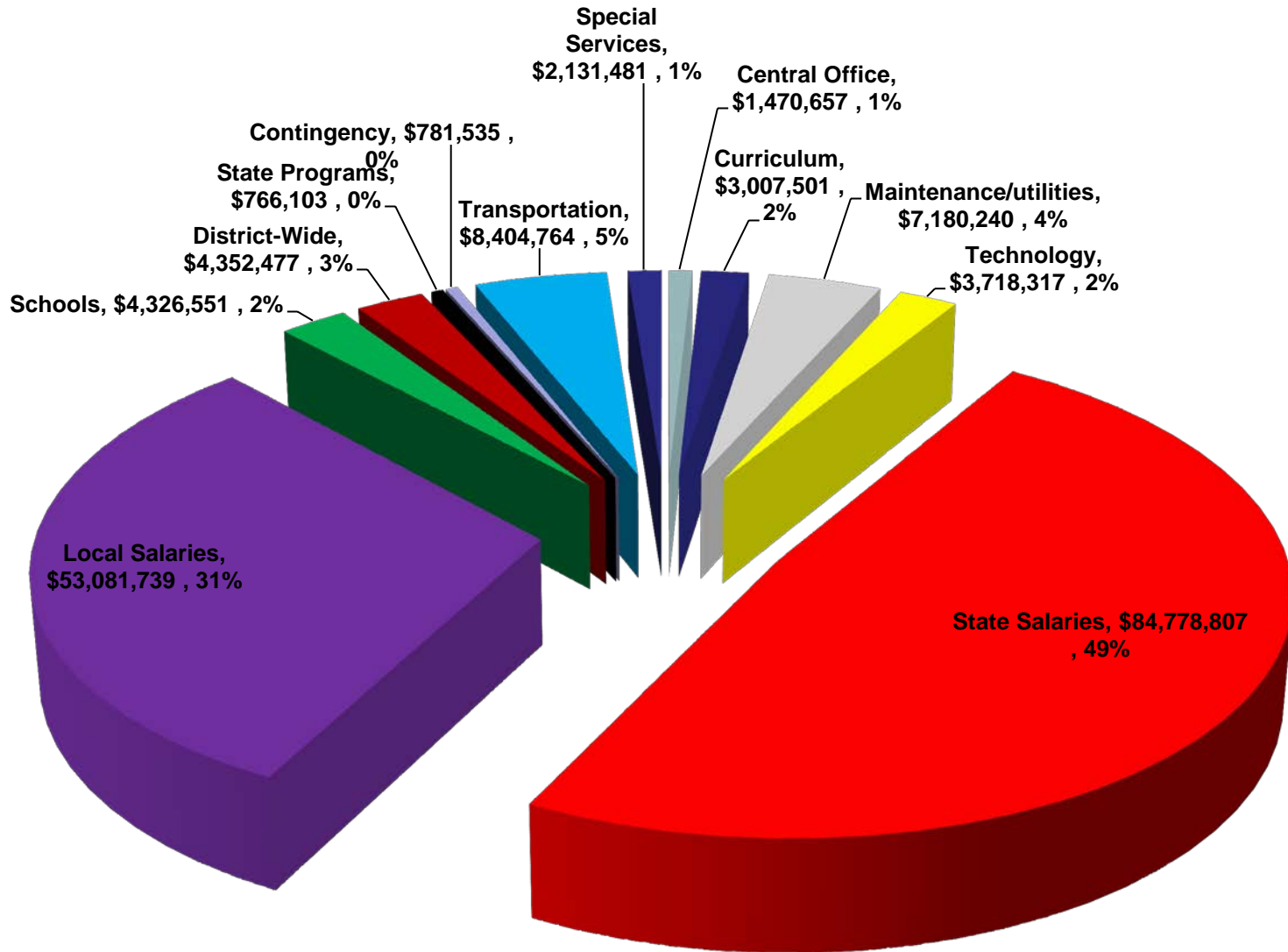
- Continued Referendum Initiative Support (Technology, Library, Performing Arts, Security, After School Programs)
- Strategic Plan Initiatives
 - Curriculum and Instruction \$300,000
 - Strategic Plan Support Fund \$250,000
- Student Services – \$50,000 Dropout prevention; DelTech Program
- Salaries and Benefits
 - State Division I \$5,386,667
 - Local Salaries \$2,786,057
- Alternative Education - \$130,000 expansion
- Operations/Utilities reduction (\$521,451)
- School Budgets may appear to decrease due to prior year carry over
- School Improvement grants funded by 1003g Federal Title I Funds
- EdJobs used for local salary support; SFSF funded additional programs

FY13 Preliminary Budget Expenditures

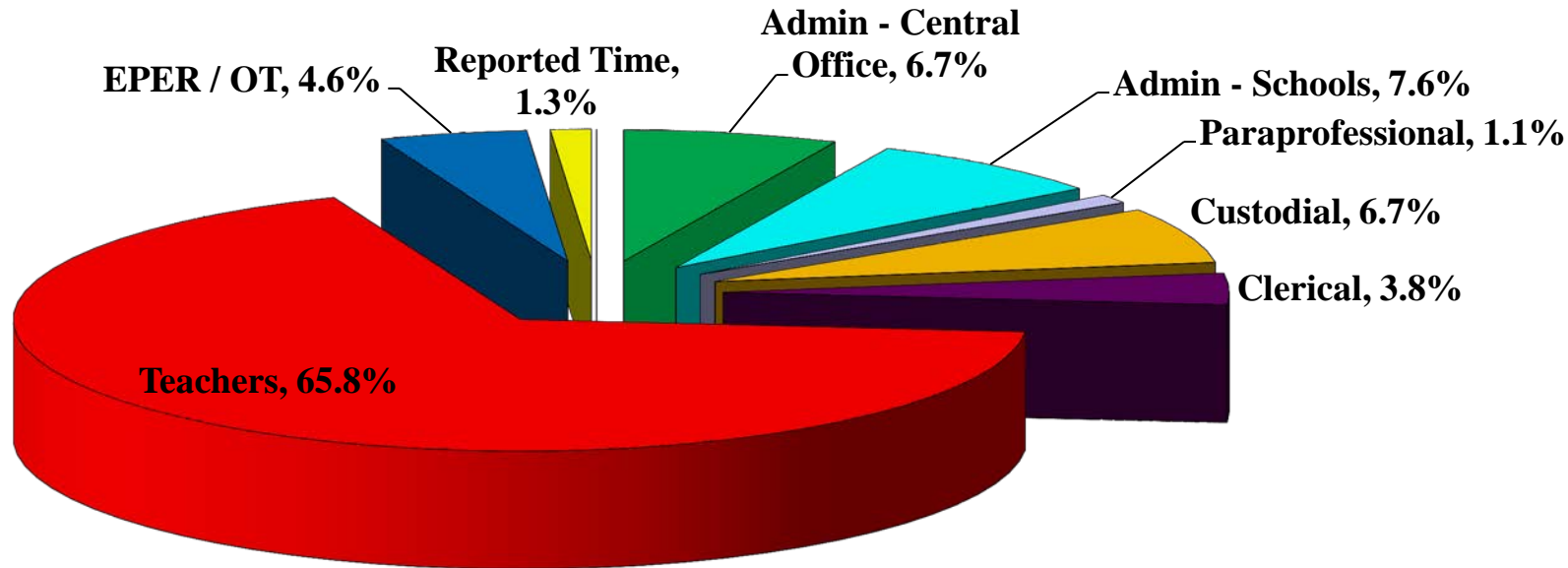
- Transportation expenses \$142,871
- District Wide Services – Substitute Teachers \$150,000
- Data Service Center expenses reduced (\$56,493)
- Administrative Lease Reduction (\$183,091); Feb, 2013 final payment
- Security – additional SRO \$50,000
- Strategic Plan Initiatives replaces Linden Hill Trailer Installation (\$95,217)

FY13 expenses 3.43% over FY12 actual

Breakdown of Expenditures



FY 2013 Local Salary Budget by Classification - Div. 32



FY 2013 Federal Budget

CATEGORY		<u>FFY10</u>	<u>FFY11</u>	<u>FFY12</u>	<u>FF13</u>	Difference
Title I:		5,010,723	4,960,378	4,911,522	4,918,451	6,929
Title II: Teacher Quality and Technology		1,904,614	1,834,019	1,561,374	1,345,855	(215,519)
Title III: Bilingual		266,985	256,656	205,954	248,410	42,456
IDEA 6-21:		3,837,864	3,792,446	3,712,123	3,940,032	227,909
Vocational Education (Perkins)		336,085	318,109	385,145	440,481	55,336
IDEA PreSchool		387,783	384,186	367,577	344,935	(22,642)
	Subtotal	11,744,054	11,545,794	11,143,695	11,238,164	94,469
ARRA Stimulus						
	Title I	4,114,299				
	IDEA Pre-School	446,766				
	IDEA 6-21	3,906,087				
	1003(g)	180,000				
	Subtotal	8,647,152	-	-	-	
State Fiscal Stabilization Funds (expires 9/15/11)			3,250,055		-	-
Race to the Top (total 3 year allocation \$7,893,194)			2,214,500	2,348,699	1,818,117	(530,582)
EdJobs (expires 9/15/12)				3,298,076	-	(3,298,076)
	TOTAL	20,391,206	17,010,349	16,790,470	13,056,281	(341,644)

FY 2013 Nutrition Services

REVENUE			
Carryover Balance		\$2,790,557.89	
State Support		\$1,611,000.00	
Federal Support		\$4,721,665.00	
FFVP Federal Support		\$261,450.00	
Sales and Other Revenue		\$2,263,000.00	
Total Estimated Revenue		\$11,647,672.89	
		-\$2,790,557.89	
		\$8,857,115.00	
EXPENDITURES			
Salaries & Benefits		\$4,100,000.00	
Food and Other		\$4,265,881.00	
Equipment / Computers		\$250,000.00	
Total Estimated Expenditures		\$8,615,881.00	
		\$241,234.00	

FY 2013 Tuition Budget Summary

	FY12 Final Budget	FY13 Preliminary Budget	Difference FY13 Prelim vs. FY12 Final
REVENUE:			
Opening Balance - Tuition Funds	1,822,796	5,103,636	3,280,840
Tuition Tax	13,675,891	12,366,653	(1,309,238)
Tuition billing	523,833	825,378	301,545
State Revenue (1st State, Unique Alt)	609,638	552,054	(57,584)
Total Tuition Revenue	16,632,158	18,847,721	2,215,563
EXPENDITURES:			
Tuition Payments to Other Agencies	2,574,853	1,852,950	(721,903)
*Unique Alternatives/Private Placement	786,846	419,776	(367,070)
Consortium	343,222	353,519	10,297
Meadowood Program	2,900,000	3,100,000	200,000
Intensive Learning Centers	3,640,000	4,960,000	1,320,000
*ELL/LEP	1,700,000	2,500,000	800,000
**First State School	679,500	739,500	60,000
Needs-Based Local Unit Funding	1,250,000	1,250,000	0
Tuition Contingency	410,277	371,000	(39,277)
Total Expenditures	14,284,698	15,546,745	1,262,047
Ending Balance - FY 2013	2,347,461	3,300,976	953,516
**Includes state funding allocation			

FY 2013 Debt Service

Debt Service Tax Rate Requirements:	FY 2013
Revenue From Debt Service Tax:	\$6,949,854
Balance Available July 1, 2012:	\$3,811,862
CSW Rent	\$243,626
Interest Income	<u>\$60,000</u>
Available Funds	\$11,065,342
Estimated Debt Service amount	
including first four months of FY2014	<u>\$10,941,314</u>
Balance at Year End of October 2013	\$124,028

FY 2013 Match Tax

Revenue From Match Tax:	\$1,430,852
TOTAL AVAILABLE FUNDS	\$1,430,852
Expenditures:	
Minor Capital Improvement	\$794,055
State Technology Maintenance	\$629,740
TOTAL EXPENDITURES	\$1,423,795
Projected Balance 6/30/13	\$7,057

Total FY2013 Budgeted Expenditures

<u>Source</u>		<u>Total Budgeted Expenditures</u>
State/local Operating		\$174,000,172
Minor Cap		\$794,055
Debt Service		\$10,941,314
Tuition		\$15,546,745
Federal Programs		\$13,056,281
Nutrition		\$8,615,881
	Total	<u>\$222,954,448</u>

- Questions
- Next Steps
 - September 30 Count
 - Monthly Community Financial Review Committee
 - Financial System and Payroll conversion
October, 2012
 - Final Budget Presented January, 2013
 - Governor's Recommended FY14 Budget January,
2013